Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

6. If Indian, Allottee or Tribe Name

5. Lease Serial No.

ı	ľT	U	-38	42	~
		1)	70	4/	7

APPLICATION FOR PERMIT T	O DRILL OR REENTER
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la. Type of Work: X DRILL	7. If Unit or CA Agreement, Name and No.					
				8. Lease Name and Well	No	
— — — — — — — — — — — — — — — — — — —		Dia: 1, 7, 5	Multiple Zone	1		
b. Type of Well: Oil Well 🗶 Gas Well	Other	Single Zone	C-Multiple Zone		-136	
2. Name of Operator KERR McGEE OIL & GAS ONSHORE	P			9. API Well No. 43-047	38315	
3A. Address		3b. Phone No. (include area of	code)	10. Field and Pool, or Exp	. —	
1368 SOUTH 1200 EAST VERNAL, UT	84078	(435) 781-7024	,		-	
		<u> </u>		11. Sec., T., R., M., or Bll	c, and Survey or Area	
4. Location of Well (Report location clearly and in ac	coraance wiir	1 any siane requirements. 9 1 3 3 7 X 39.99	50516	11. 555, 1, 16, 12, 2	.,	
At surface SWNE 2088'FNL, 2064'	FEL 644			CEC 45 T406 B225	-	
At proposed prod. Zone	442		9.310382	SEC 15, T10S, R23		
14. Distance in miles and direction from nearest town	or post office'	* '		12. County or Parish	13. State	
33.25 MILES SOUTHEAST OF OURAY	, UTAH			UINTAH	UTAH	
15. Distance from proposed*		16. No. of Acres in lease	17. Spacing Unit de	edicated to this well		
location to nearest property or lease line, ft. 2064'						
(Also to nearest drig. unit line, if any)		640.00	320.00			
R Distance from proposed location*		10 Proposed Depth	20. BLM/BIA Bone	d No. on file		
 Distance from proposed location* to nearest well, drilling, completed, 	REFER TO		BOND NO: WY			
applied for, on this lease, ft.	торо с	7770'	BOND NO. WI	-2337		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)		22. Approximate date work v	will start*	23. Estimated duration		
		LE. rippromises dute were				
5528'GL		<u> </u>		<u> </u>		
		24. Attachments				
The following completed in accordance with the requi		ahara Oil and Gas Orden No. 1	shall be attached to th	is form:		
The following completed in accordance with the regul	rements of Or	isnote Uni atid Cias Uruet No. 1.	, alian be anacied to in	ID IOIIII.		

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office.
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification.
- Such other site specific information and/or plans as may be required by the authorized office.

25. Signature	Name (Printed/Typed)	Date
THUM MANDON	SHEILA UPCHEGO	6/15/2006
Title		
REGULATORY ANALYST		
Approved by Asignature	Name (Printed/Typed)	Date
hallette	BRADLEY G. HILL	106-22-0Ce
Title	Offenvironmental manager	

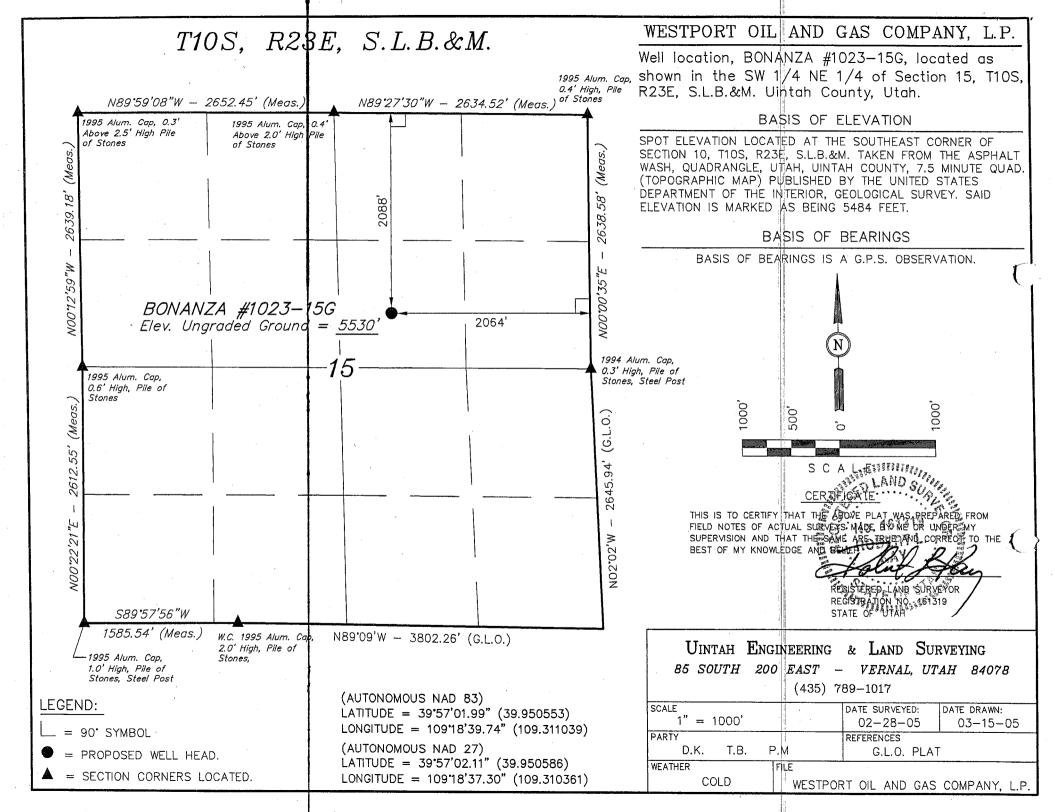
Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

RECEIVED JUN 2 0 2006



BONANZA #1023-15G SW/NE Sec. 15, T10S,R23E UINTAH COUNTY, UTAH UTU-38427

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta Green River	0- Surface 972'
Top of Birds Nest Water	1290'
Mahogany	1893'
Wasatch	3957'
Mesaverde	5923'
MVU2	6784'
MVL1	7339'
TD	7770'

2. <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

Substance	<u>Formation</u>	Depth
Water	Green River Top of Birds Nest Water Mahogany	972' 1290' 1893'
Gas	Wasatch	3957'
Gas	Mesaverde	5923'
Gas	MVU2	6784'
Gas	MVL1	7339'
Water	N/A	
Other Minerals	N/A	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program.

4. Proposed Casing & Cementing Program:

Please refer to the attached Drilling Program.

5. <u>Drilling Fluids Program</u>:

Please refer to the attached Drilling Program.

6. Evaluation Program:

Please refer to the attached Drilling Program.

7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 7770' TD, approximately equals 4817 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3108 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. Variances:

Please refer to the attached Drilling Program.

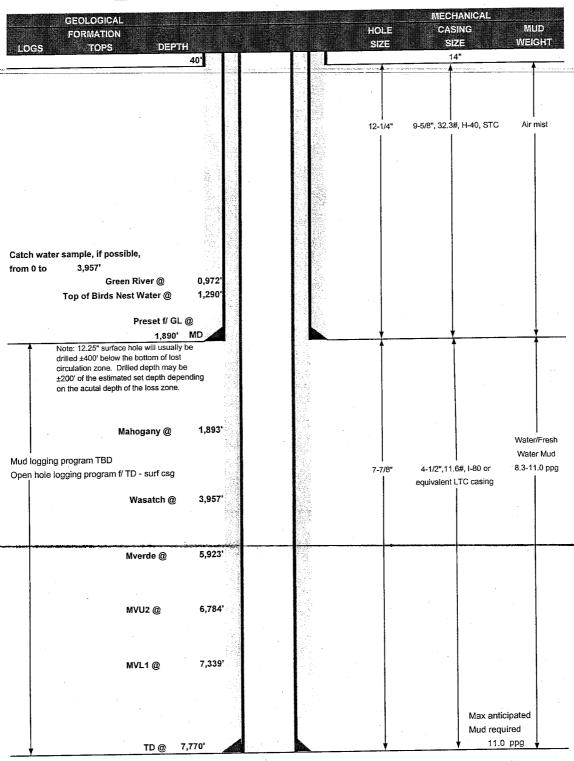
10. Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	June 14,	2006		
WELL NAME	BONANZA 1023-15G	TD	7,770'	MD/TVD		
FIELD Natural Butt	es COUNTY Uintah STATE	Utah	ELEVATION	5,530' GL	KE	5,545'
SURFACE LOCATION	SWNE SECTION 15, T10S, R23E 2088'FNL, 2	2064'FEL			BHL	Straight Hole
	Latitude: 39.950553 Longitude: 109.	311039				
OBJECTIVE ZONE(S)	Wasatch/Mesaverde					
ADDITIONAL INFO	Regulatory Agencies: BLM (SURF & MINERA	LS), UDOG	M, Tri-County I	lealth Dept.		





KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

CASING PROGRAM

<u>Origina i da a cum</u>						1	DESIGN FACT	ORS
	SIZE	INTERVAL	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14" 9-5/8"	0-40' 0 to 1890	32.30	H-40	STC	2270 0.83****** 7780	1370 1.55 6350	254000 4.75 201000
PRODUCTION	4-1/2"	0 to 7770	11.60	I-80	LTC	2.84	1.43	2.56

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

11.0 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

2735 psi

Burst SF is low but csg is much stronger than formation at 2000', EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1	, in	+ .25 pps flocele				
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
•		+ 2% CaCl + .25 pps flocele	ASSESS.			
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to su	urface, op			376 12-43
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+ 25 pps Flocele + 3% salt BWOC				
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
	2 153 15	+ .25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.	a tada da per da a esta esta	15.60	1.18
				\$277900		
PRODUCTION LEAD	3,450'	Premium Lite II + 3% KCI + 0.25 pps	380	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender	27 3000 Ver = 20	ANTERIOR STORY OF THE SANTAGE	erez sonon mando a sense si	KON-Spin-Flago (* er ad)
TAIL	4,320'	50/50 Poz/G + 10% salt + 2% gel	1210	60%	14.30	1.31
		+:1% R-3		William I		A#0 (40), 23

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring						
	centralizers. Thread lock guide shoe.						
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow						
	spring centralizers.						

ADDITIONAL INFORMATION

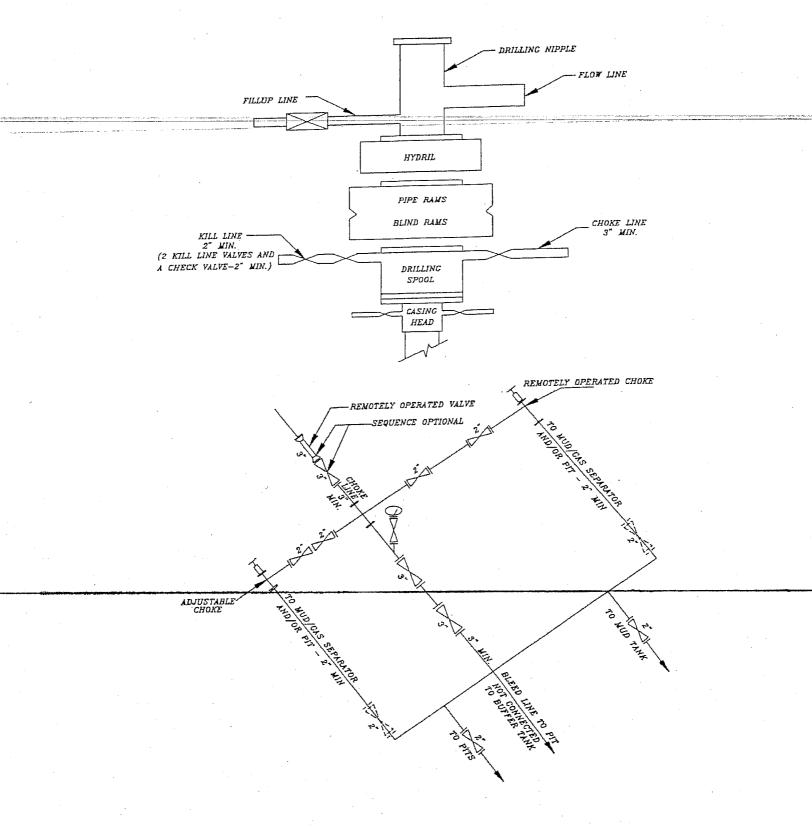
	Test easing head to 750 ps	i after installing	Test surface casin	a to 1.500 psi prior to	drilling out.			
	Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out. BOPE: 11° 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &							
	tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper							
	& lower kelly valves.							
	Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.							
	Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utililzed.							
LLING	ENGINEER:					DATE:	,	
		Brad La	ney					

DRILLING SUPERINTENDENT:

Randy Bayne BON1023-15G APD.xis

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



BONANZA 1023-15G SW/NE SECTION 15, T10S, R23E UINTAH COUNTY, UTAH UTU-38427

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. <u>Existing Roads</u>:

Directions to the proposed location are attached.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

Approximately 0.1 +/- miles of new access road is proposed. Refer to Top Map B.

The access road will be crowned (2 to 3%), ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: Surface Operating Standards for Oil and Gas Exploration and Development. 1989.

The road surface and shoulders will be kept in a safe and usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free-flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing or shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches, and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities & Pipelines:

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon (2.5 Y 6/2) as determined during the on-site inspection.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Variances to Best Management Practices (BMP) Requests:

Approximately 370' of 4" steel pipeline is proposed to tie-in to an existing pipeline Please refer to the Topo Map D. The pipeline will be butt-welded together.

The pipeline shall be installed on surface within access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

5. <u>Location and Type of Water Supply:</u>

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec.32, T4S,R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of 20 mil thick and felt with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec.35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E. (Request is in lieu of filing Form 3160-5, after initial production).

8. Ancillary Facilities:

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water (s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for drilled seeds are:

Crested Wheatgrass 4 lbs.
Galleta Grass 10 lbs
Indian Rice Grass 4 lbs.

The operator shall call BLM for the seed mixture when final reclamation occurs.

11. Surface Ownership:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435) 781-4400

12. Other Information:

A Class III Archaeological Report has been performed and completed on March 28, 2005, the Archaeological Report No. 05-103.

Paleontological Reconnaissance Report has been performed and completed on May 3, 2005, the Paleontological Reconnaissance Report No. MOAC 05-102.

WILDLIFE STIPULATIONS:

MEXICAN SPOTTED OWL: The operator will be committed to perform a one year survey for the MSO in the buffer zone. After a one year survey is complete and no finding of the MSO is found, the operator will not commence any construction or drilling activities from **March 15**th – **June 15**th.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of

Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance. The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

13. Lessee's or Operators's Representative & Certification:

Sheila Upchego
Regulatory Analyst
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP

1368 South 1200 East
Vernal, UT 84078
(435) 781-7024
Randy Bayne
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP

1368 South 1200 East
Vernal, UT 84078
(435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil &Gas Onshore LP is considered to be the operator of the subject well. Westport Oil & Gas Company agrees to be responsible under the terms and the conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by BLM Nationwide Bond #WY-2357.

I hereby certify that the proposed drill site and access route has been inspected and that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Sheila Upchego

June 15, 2006

Date

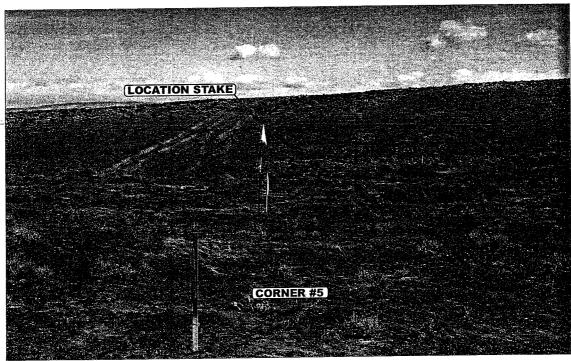
WESTPORT OIL AND GAS COMPANY, L.P. BONANZA #1023-15G SECTION 15, T10S, R23E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.3 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 12.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 3.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 5.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY, THEN EASTERLY DIRECTION APPROXIMATELY 4.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY, THEN SOUTHERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY, THEN SOUTHERLY DIRECTION APPROXIMATELY 1.4 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN RIGHT AND PROCEED IN A NORTHWESTERLY DIRECTION APPROXIMATELY 0.45 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 64.25 MILES.

WESTPORT OIL AND GAS COMPANY, L.P.

BONANZA #1023-15G Located in Uintah County, Utah **SECTION 15, T10S, R23E, S.L.B.&M.**



CAMERA ANGLE: NORTHEASTERLY

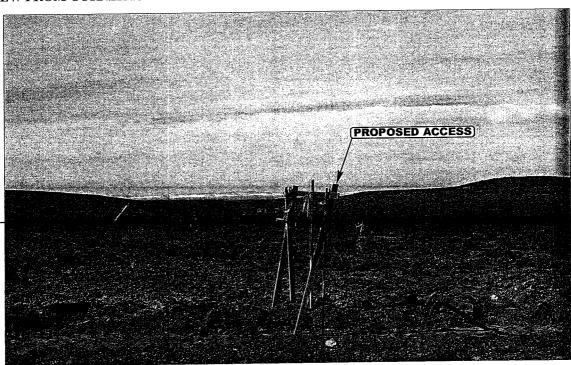


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY



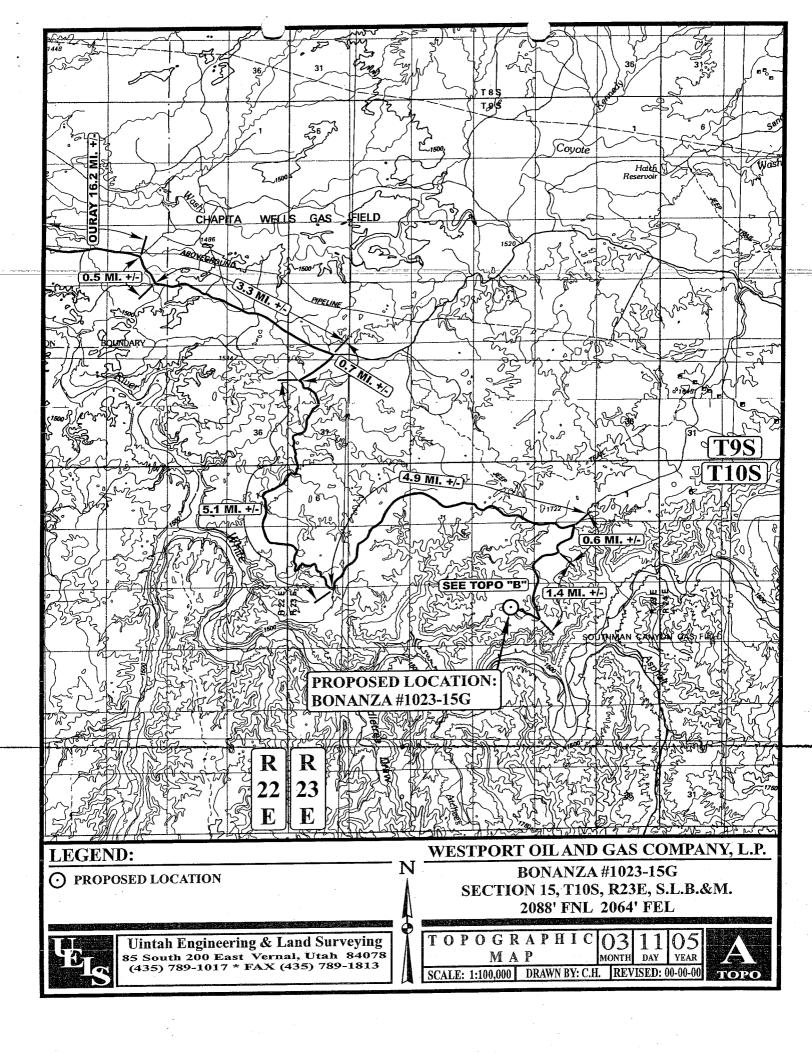
Uintah Engineering & Land Surveying S South 200 East Vernal, Utah 84078 435-789-1017 vels@uelsinc.com

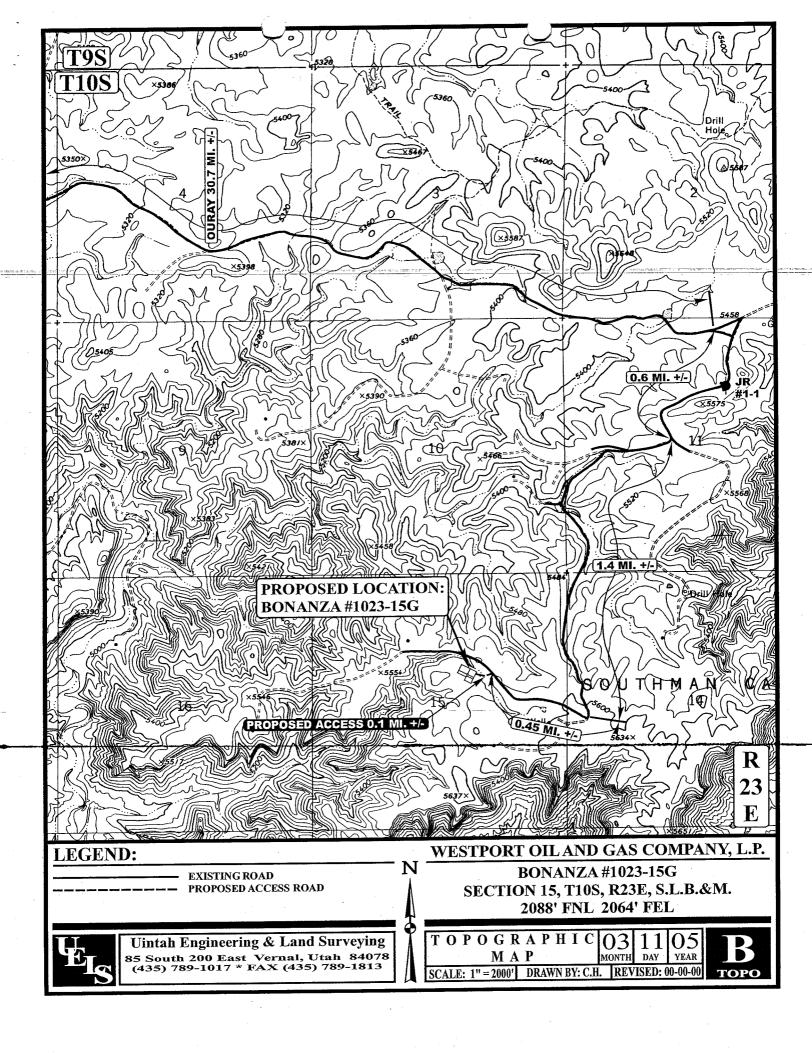
LOCATION PHOTOS

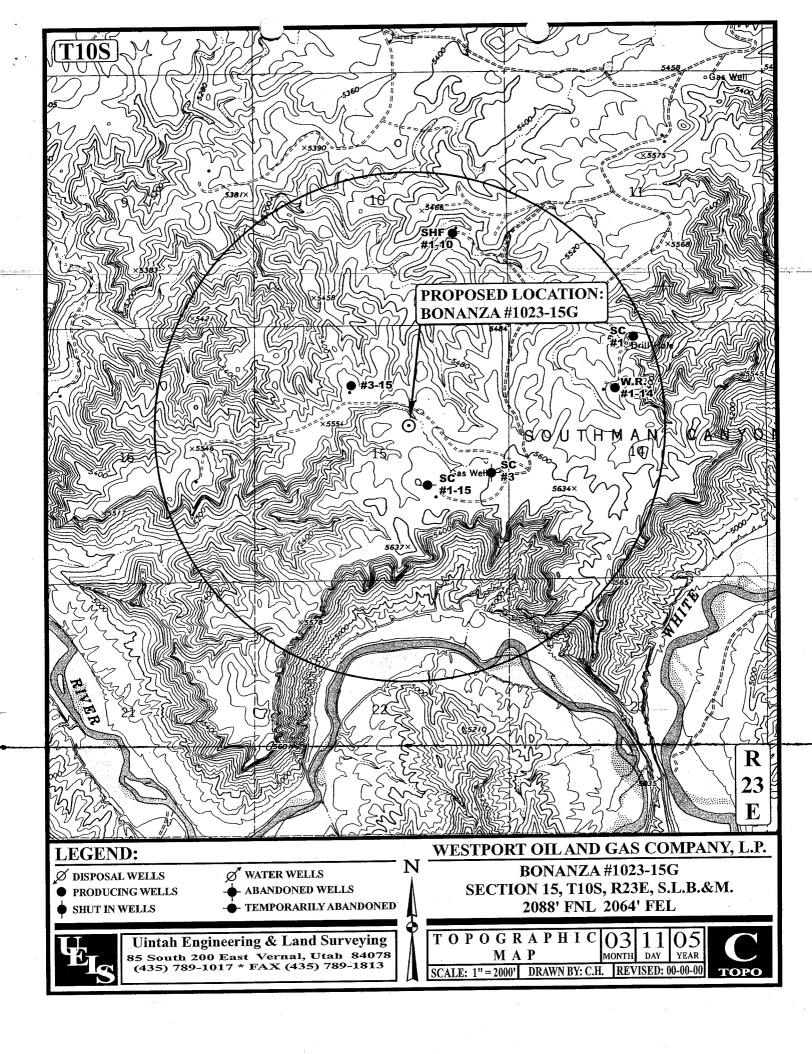
MONTH DAY YEAR

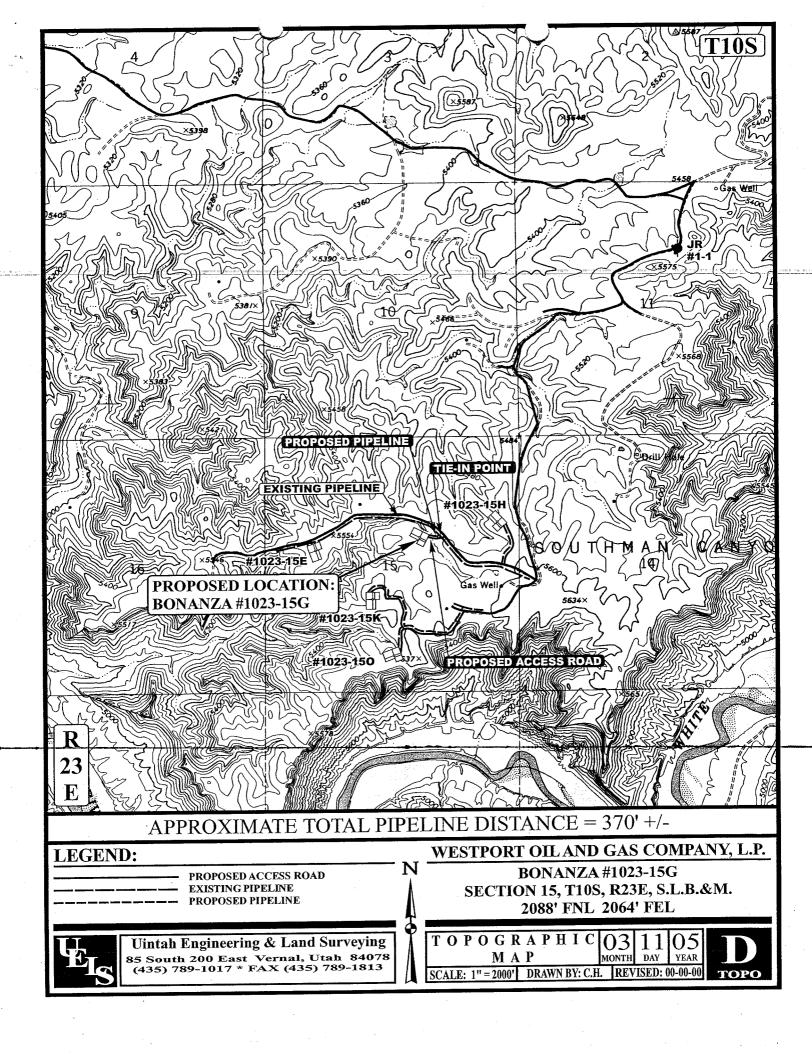
РНОТО

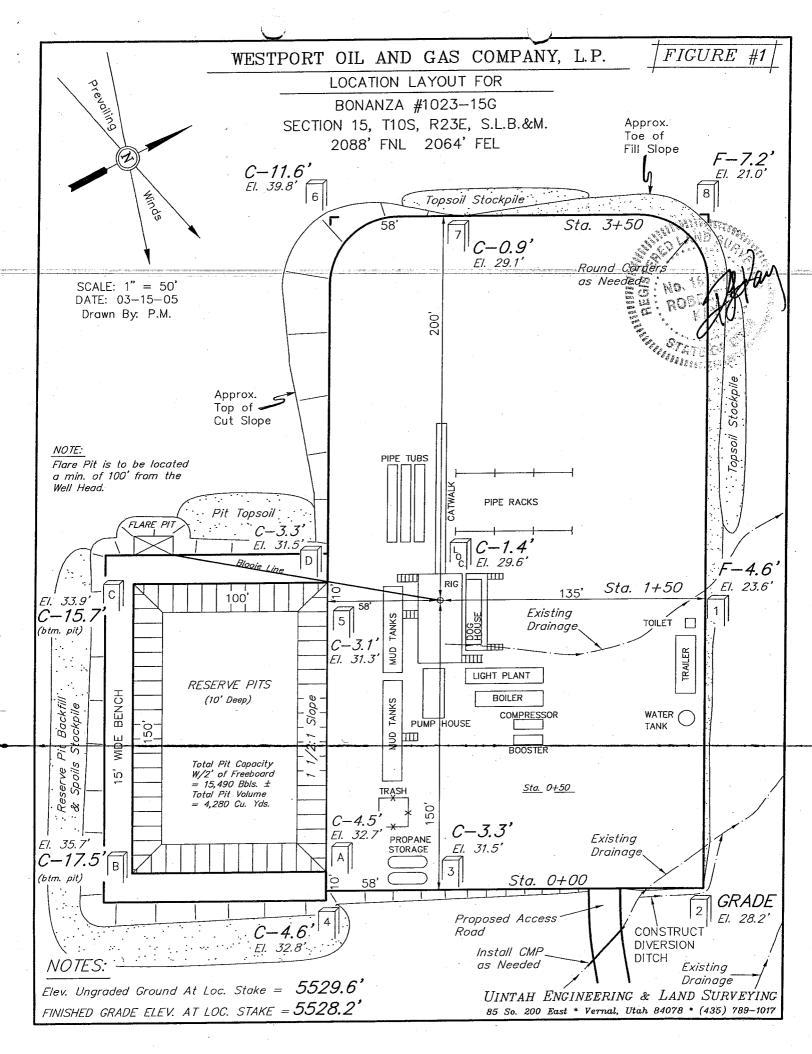
TAKEN BY: D.K. | DRAWN BY: C.H. | REVISED: 00-00-00

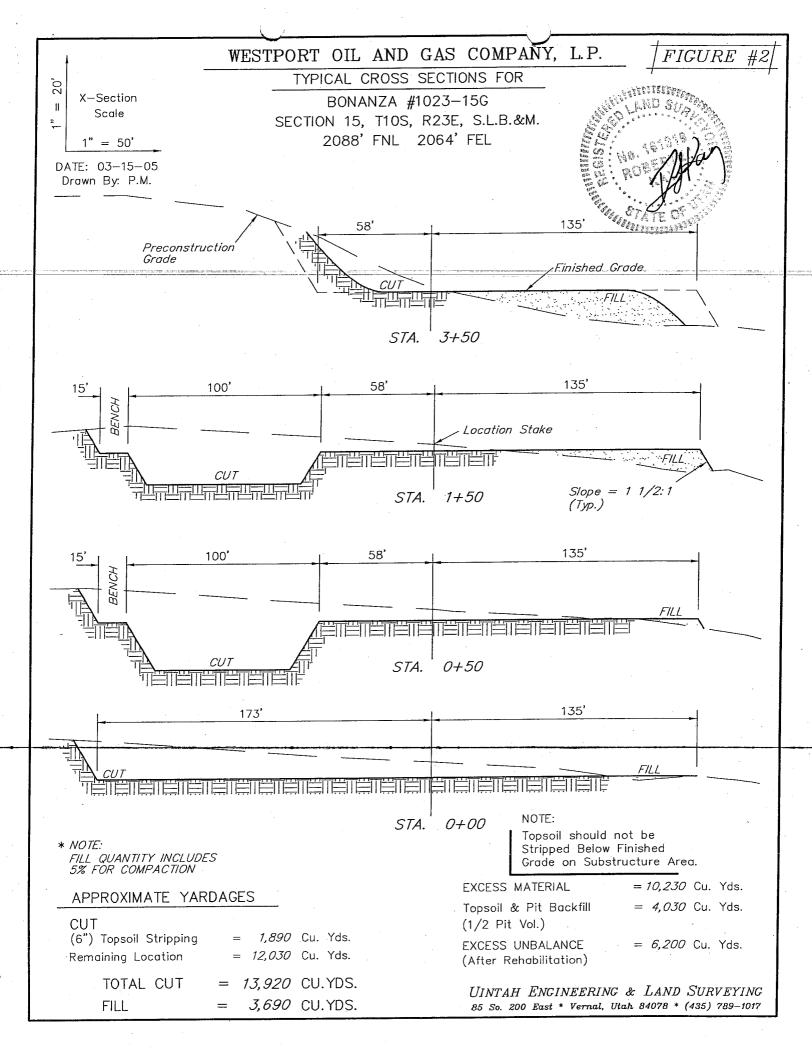






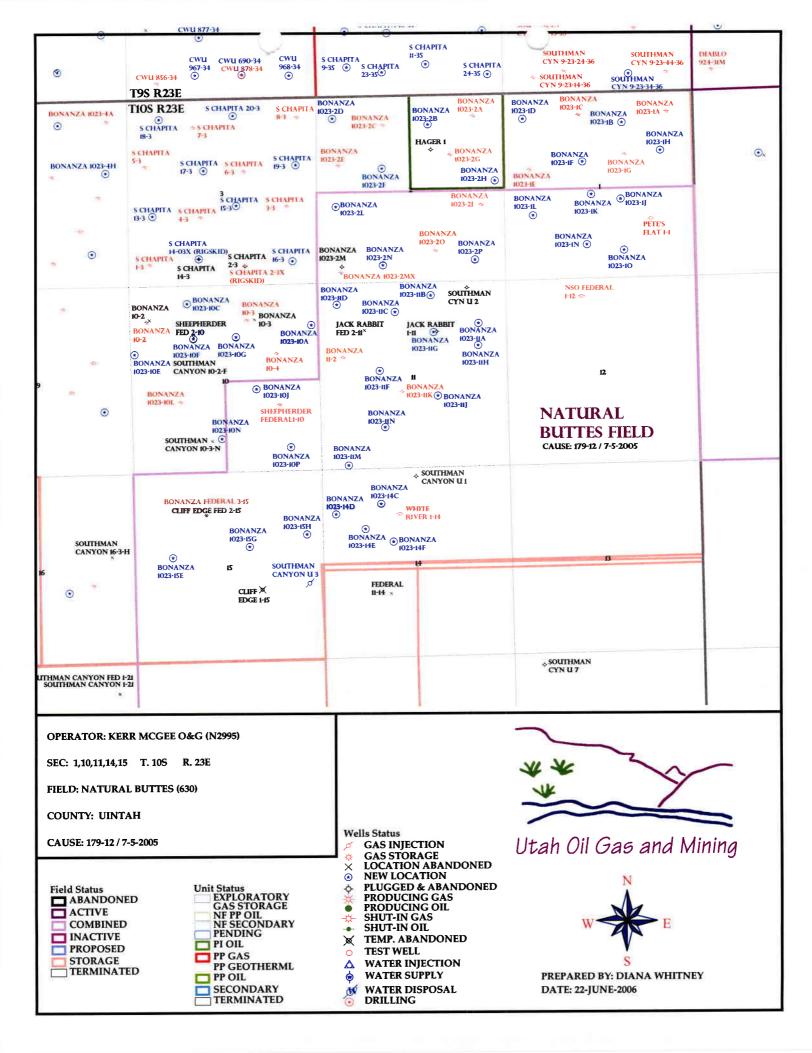






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 06/20/2006	API NO. ASSIGNED: 43-047-38315
WELL NAME: BONANZA 1023-15G OPERATOR: KERR-MCGEE OIL & GAS (N2995) CONTACT: SHEILA UPCHEGO	PHONE NUMBER: 435-781-7024
PROPOSED LOCATION: SWNE 15 100S 230E SURFACE: 2088 FNL 2064 FEL BOTTOM: 2088 FNL 2064 FEL COUNTY: UINTAH LATITUDE: 39.95052 LONGITUDE: -109.3104 UTM SURF EASTINGS: 644337 NORTHINGS: 44234 FIELD NAME: NATURAL BUTTES (630 LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-38427 SURFACE OWNER: 1 - Federal	
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. WY-2357) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-8496) RDCC Review (Y/N) (Date:) ALLA Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit: R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No:
STIPULATIONS: 1- Feder Capril	





State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

Governor

GARY R. HERBERT Lieutenant Governor

June 22, 2006

Kerr-McGee Oil & Gas Onshore LP 1368 S 1200 E Vernal, UT 84078

Re:

Bonanza 1023-15G Well, 2088' FNL, 2064' FEL, SW NE, Sec. 15, T. 10 South,

R. 23 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-38315.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Kerr-McGee Oil & Gas Onshore LP						
Well Name & Number	Bonanza 1023-15G 43-047-38315						
API Number:							
Lease:	UTU-38427		16 -01 -01 -01 -01 -01 -01 -01 -01 -01 -01				
Location: SW NE_	Sec15_	T. 10 South	R. 23 East				

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

UTU-38427

BUREAU OF LAND MANAGEMENT 5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.						6. If Indian, Allottee or Tribe Name		
	CATE - Other instruct				de	7. If Unit or C	A/Agreement, Name and/or No.	
1. Type of Well Oil Well	Other					8. Well Name	and No.	
Oil Well X Gas Well 2. Name of Operator	Culer Culer		······································			BONANZA 1023-15G		
KERR-MCGEE OIL & GAS	ONSHORE I P					9. API Well No.		
3a. Address	31	. Pho	ne No. (include	e are	a code)	4304738315		
1368 SOUTH 1200 EAST, V	'ERNAL, UTAH 84078 4		•			10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description)					11. County or I	Parish State	
2088' FNL, 2064' FEL	•					11. County of 1	arisit, State	
SWNE, SEC 15-T10S-R23E						UINTAH, U	TAH	
12. CHECK APP	ROPRIATE BOX(ES) TO INI	DICAT	E NATURE	OF 1	NOTICE, R	EPORT, OR C	THER DATA	
TYPE OF SUBMISSION			TY	PE C	F ACTION	1		
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair Change Plans	New	cen ture Treat Construction and Abandon		Reclamation Recomplete		Water Shut-Off Well Integrity Other APD EXTENSION DOGM	
Final Abandonment Notice	Convert to Injection		Back	Ō	Water Disp	oosal		
Attach the Bond under which the wo following completion of the involved testing has been completed. Final Aldetermined that the site is ready for fin THE OPERATOR REQUES LOCATION SO THAT THE APPROVED BY THE DIVIS	operations. If the operation results bandonment Notices shall be filed of all inspection. TS AUTHORIZATION FOR DRILLING OPERATION ION OF OIL, GAS & MINDER BY:	on a muonly after OR A S MA	Itiple completion all requirements NONE YE Y BE COM	n or ints, i	ecompletion notating reclamation reclamati	in a new interval, amation, have bee	a Form 3160-4 shall be filed once in completed, and the operator has	
14. I hereby certify that the foregoing Name (Printed/Typed)	is true and correct	Title	;					
Ramey Hoopes			Regulatory Clerk					
Signature HOODES		Date	•		N	lay 22, 2007		
	THIS SPACE I	FOR F	DERAL OR	STA	TE USE			
Approved by			Title			Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or equ which would entitle the applicant to conduct	itable title to those rights in the subject operations thereon.	ct lease	Office					
Title 18 U.S.C. Section 1001, make false, fictitious or fraudulent statemen	it a crime for any person know	ingly a natter v	nd willfully to vithin its jurisc	mal lictio	ce to any de n.	partment or age	ncy of the United States any	

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

	4304738315	ec.						
	BONANZA 1023-15 SWNE, SEC 15-T10							
Company Per	Company Permit Issued to: KERR MCGEE OIL AND GAS ONSHORE LP							
	Permit Issued:							
above, hereby	verifies that the	legal rights to drill on to information as submitte mains valid and does no	d in the previously	d				
Following is a verified.	checklist of some	e items related to the ap	pplication, which should	<u>be</u>				
	rivate land, has t en updated? Yes	he ownership changed, □ No ☑	if so, has the surface					
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑								
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□ No ☑								
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☑								
Has the appro	ved source of wa	iter for drilling changed	? Yes□No⊠					
Have there be which will requevaluation? Ye	iire a change in p	changes to the surface blans from what was dis	location or access route cussed at the onsite	•				
Is bonding still	in place, which o	covers this proposed we	ell? Yes⊠No⊡					
Parrey Signature	Hoopes		5/22/2007 Date					
Title: REGULA	ATORY CLERK							
D				RECEIVED				
Representing:	Kerr McGee Oil a	nd Gas Onshore LP						
				MAY 2 9 2007				

Form 3160-3 (August 1999)

RECEIVED

FORM APPROVED OMB No. 1004-0136

UNITED STATES DEPARTMENT OF THE INTERIOR

JUN 2 1 2006

Expires November 30, 2000

BUREAU OF LAND MAN	UTU-38427 6. If Indian, Allottee or Tribe Name				
APPLICATION FOR PERMIT TO					
la. Type of Work: X DRILL REI		7. If Unit or CA Agreement, Name and No.			
b. Type of Well: Oil Well Gas Well Other	Single Zone	Multiple Zone	8. Lease Name and Well BONANZA 1023		
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP			9. API Well No. 43.047.3	88315	
1368 SOUTH 1200 EAST VERNAL, UT 84078	3b. Phone No. (include area co. (435) 781-7024	ode)	10. Field and Pool, or Exploratory		
4. Location of Well (Report location clearly and in accordance with At surface SWNE 2088'FNL, 2064'FEL At proposed prod. Zone	any State requirements.*)		11. Sec., T., R., M., or Bl SEC 15, T10S, R23		
14. Distance in miles and direction from nearest town or post office* 33.25 MILES SOUTHEAST OF OURAY, UTAH			12. County or Parish UINTAH	13. State UTAH	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of Acres in lease 640.00	17. Spacing Unit dec 320.00			
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. REFER TO TOPO C	19. Proposed Depth 7770'	20. BLM/BIA Bond BOND NO: WY			
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5528'GL	22. Approximate date work w	ill start*	23. Estimated duration		
	24. Attachments				
The following, completed in accordance with the requirements of On	shore Oil and Gas Order No. 1,	shall be attached to thi	s form:		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System I SUPO shall be filed with the appropriate Forest Service Office. 	ove). ertification.	on and/or plans as may be re			
25. Signature	Name (Printed/Typed		Date	6/15/2006	
REGULATORY ANALYST					
Approved by (Signature)	Name (Printed/Typed) verks	Date	: '-18-07	
Title Assistant Field Manager Lands & Mineral Resources	Office				
Application approval does not warrant or certify that the applicant he operations thereon. Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make	TIONS OF	APPR	OVALAT	MOHIL	

*(Instructions on reverse)

NOS 3/17/06

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED MAY 3 0 2007





UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Kerr-McGee Oil & Gas Onshore, LP

Location:

SWNE, Sec. 15, T10S, R23E

Well No:

Bonanza 1023-15G

Lease No:

UTU-38427

API No:

43-047-38315

Agreement:

N/A

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Paul Buhler	(435) 781-4475	(435) 828-4029
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:	Chuck MacDonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	
		Fax: (435) 781-4410	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction	-	Forty-Eight (48) hours prior to construction of location and
(Notify Environmental Scientist)		access roads.
Location Completion	-	Prior to moving on the drilling rig.
(Notify Environmental Scientist)		
Spud Notice	-	Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)		
Casing String & Cementing	-	Twenty-Four (24) hours prior to running casing and cementing
(Notify Supv. Petroleum Tech.)		all casing strings.
BOP & Related Equipment Tests	-	Twenty-Four (24) hours prior to initiating pressure tests.
(Notify Supv. Petroleum Tech.)		
First Production Notice	-	Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)		production resumes after well has been off production for more
•		than ninety (90) days.

COAs: Page 2 of 8 Well: Bonanza 1023-15G

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

GENERAL SURFACE COA

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A report will be prepared by a BLM permitted paleontologist and submitted to the AO at the completion of surface disturbing activities.

SITE SPECIFIC SURFACE CONDITIONS OF APPROVAL

- Paint all facilities Fuller O'Brian color Carlsbad Canyon (2.5Y 6/2). Any paint brand may be used provided the colors match.
- The authorized officer may prohibit surface disturbing activities during wet and muddy periods to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- The seed mix for this location shall be:

Indian ricegrassAchnatherum hymenoides4lbs. /acreGalleta grassHilaria jamesii10lbs. /acreCrested wheatgrassAgropyron cristatum4lbs. /acre

- All pounds are in pure live seed.
- Reseeding may be required if first seeding is not successful.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be re-contoured and the topsoil re-spread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be re-contoured to natural contours, topsoil
 re-spread where appropriate, and the entire location seeded with the recommended seed mix.
 Seeding shall take place by broadcasting the seed and walking it into the soil with a dozer
 immediately after the dirt work is completed.
- Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the
 operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an
 Interim Surface Reclamation Plan for surface disturbance on well pads, access roads, and
 pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the

				·		
			-			
		·				

COAs: Page 3 of 8 Well: Bonanza 1023-15G

extent possible; the re-spreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt.

COAs: Page 4 of 8

Well: Bonanza 1023-15G

DOWNHOLE CONDITIONS OF APPROVAL

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

- A surface casing shoe integrity test shall be performed.
- Production casing cement top shall be at a minimum of 200' above the surface casing shoe.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and NOT by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from

COAs: Page 5 of 8 Well: Bonanza 1023-15G

KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- Chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office
 on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is
 completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

COAs: Page 6 of 8 Well: Bonanza 1023-15G

OPERATING REQUIREMENT REMINDERS:

• All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - o Operator name, address, and telephone number.
 - o Well name and number.
 - o Well location (1/41/4, Sec., Twn, Rng, and P.M.).
 - O Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

COAs: Page 7 of 8 Well: Bonanza 1023-15G

• Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

COAs: Page 8 of 8 Well: Bonanza 1023-15G

• Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

BUREAU OF LAND MANAGEMENT 5. Lease Serial No.

1. 171 . 00407

SUNDRY NOTICES AND REPORTS ON WELLS			010-30421		
Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.			6. If Indian, All	ottee or Tribe Name	
SUBMIT IN TRIPL	ICATE – Other instru	ctions on reverse	side	7. If Unit or CA	Agreement, Name and/or No.
1. Type of Well Oil Well Gas Well	Other			8. Well Name a	nd No.
2. Name of Operator				BONANZA 1	1023-15G
KERR-MCGEE OIL & GAS	ONSHORE LP			9. API Well No	
3a. Address		3b. Phone No. (include	area code)	4304738315	
1368 SOUTH 1200 EAST, V				10. Field and Poo	ol, or Exploratory Area
4. Location of Well (Footage, Sec., T. 2088' FNL, 2064' FEL	, R., M., or Survey Description)	•		11. County or Pa	rish, State
SWNE, SEC 15-T10S-R23E	:			UINTAH, UT	TAH
12. CHECK APP	ROPRIATE BOX(ES) TO I	NDICATE NATURE (OF NOTICE, R	EPORT, OR OT	HER DATA
TYPE OF SUBMISSION		TYI	E OF ACTION		
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production Reclamation	(Start/Resume) n	Water Shut-Off Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete		Other
Final Abandonment Notice	Change Plans Plug and Abandon Temporarily Abandon Onment Notice Plug Back Water Disposal			-	INTERIM SURFACE RECLAMATION PLAN
3. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.					
WHEN THE PIT IS BACKFI THE TOPSOIL PILE ON TH RESHAPED TO THE ORIG	E LOCATION UP TO	THE RIG ANCHOR	R POINTS.	THE LOCATI	ON WILL BE

AREA USING THE BLM RECOMMENDED SEED MIXTURE AND RECLAMATION METHODS.

RECEIVED JUN 0 5 2007

DIV. OF OIL, GAS & MINING 14. I hereby certify that the foregoing is true and correct Title Name (Printed/Typed) LAND SPECIALIST I RAMEY HOOPES Date Signature May 29, 2007 THIS SPACE FOR FEDERAL OR STATE USE Utah Division of Federal Approval Of This Approved by Officoll, Gas and Mining Action is Necessary Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. department of agency of the United States any Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to false, fictitious or fraudulent statements or representations as to any matter than its most

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-38427
SUNDRY NOTICES AND REPORTS ON	WELLS 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: NA
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom- drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for sucl	hole depth, reenter plugged wells, or to a proposals.
1. TYPE OF WELL OIL WELL GAS WELL ✓ OTHER	8. WELL NAME and NUMBER: Bonanza 1023-15G
2. NAME OF OPERATOR:	9. API NUMBER:
Kerr-McGee Oil & Gas Onshore, LP	4304738315
3. ADDRESS OF OPERATOR: PO Box 173779 CITY Denver STATE CO ZIP 80217-	PHONE NUMBER: 10. FIELD AND POOL, OR WILDCAT: Natural Buttes Field
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2088 FNL & 2064 FEL	соинту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWNE 15 10S 23E	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NAT	URE OF NOTICE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION
✓ NOTICE OF INTENT ☐ ACIDIZE ☐ DE	EPEN REPERFORATE CURRENT FORMATION
	ACTURE TREAT SIDETRACK TO REPAIR WELL
Approximate date work will start CASING REPAIR NE	W CONSTRUCTION TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OF	ERATOR CHANGE TUBING REPAIR
CHANGE TUBING PL	UG AND ABANDON ENTRY VENT OR FLARE
SUBSEQUENT REPORT CHANGE WELL NAME PL (Submit Original Form Only)	UG BACK WATER DISPOSAL
	ODUCTION (START/RESUME) WATER SHUT-OFF
COMMINGLE PRODUCING FORMATIONS RE	CLAMATION OF WELL SITE OTHER: APD Extension
CONVERT WELL TYPE RE	COMPLETE - DIFFERENT FORMATION
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent do Kerr-McGee Oil and Gas Onshore, LP, respectfully requests a one drilling operations. The Utah Division of Oil, Gas, and Mining initial	e year extension for Bonanza 1023-15G, in order to complete
Approved by the Utah Division of Oil, Gas and Mining	
Date: 05-27-08 By:	COPY SENT TO OPERATOR Date: 5.28.2008 Initials: 45
NAME (PLEASE PRINT) Victoria Marques	тпье Regulatory Intern
SIGNATURE VILLE MONEYUUN	DATE 5/14/2008
This space for State use only)	

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MAY 1 9 2008

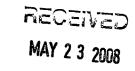


API:

Application for Permit to Drill Request for Permit Extension

Validation
(this form should accompany the Sundry Notice requesting permit extension)

Well Name: Bonanza 1023-15G Location: SWNE 2088' FNL 2064' FEL Sec. 15 T 10S R 23E Company Permit Issued to: Kerr-McGee Oil & Gas Onshore, LP Date Original Permit Issued: 6/22/2006						
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.						
Following is a checklist of some items related to the application, which should be verified.						
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑						
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑						
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑						
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☑						
Has the approved source of water for drilling changed? Yes⊡ No⊠						
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes □ No ☑						
s bonding still in place, which covers this proposed well? Yes ☑ No □						
Vitoria Maranda 5/22/2008						
Signature Date						
Title: Regulatory Intern						
Representing: Kerr-McGee Oil & Gas Onshore, LP						



	STATE OF UTAH		FORM 9
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-38427		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposition bottom-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deeper igged wells, or to drill horizontal laterals.	n existing wells below current Use APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-15G
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047383150000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 9 720 929-6587 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2088 FNL 2064 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 15	(P, RANGE, MERIDIAN: Township: 10.0S Range: 23.0E Meridian:	: S	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
5/22/2009	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT	☐ DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	ertinent details including dates, depths, v	olumes, etc.
extension to this A	as Onshore, L.P. (Kerr-McGee PD for the maximum time all with any questions and/or cor	owed. Please contact the	Approved by the Utah Division of Oil, Gas and Mining
		D	ate: May 19, 2009
		В	y: Balyll
			4-5
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBEI 720 929-6156	R TITLE Regulatory Analyst	
SIGNATURE N/A		DATE 5/19/2009	



- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047383150000

API: 43047383150000 Well Name: BONANZA 1023-15G

Location: 2088 FNL 2064 FEL QTR SWNE SEC 15 TWNP 100S RNG 230E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 6/22/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

the informa require revi	tion as submitted in the previ sion. Following is a checklist	ously approved application to dr of some items related to the app	ill, remains válid and does not lication, which should be verified.
	ated on private land, has the december 1 to 1 t	ownership changed, if so, has the	e surface agreement been
	any wells been drilled in the v requirements for this locatio	vicinity of the proposed well which n? (a) Yes (a) No	ch would affect the spacing or
	here been any unit or other ag s proposed well? 问 Yes 🌘		d affect the permitting or operation
	there been any changes to the the proposed location?	e access route including ownersl Yes 🌘 No	hip, or rightof- way, which could
• Has tl	he approved source of water f	for drilling changed? 📗 Yes 🌘) No
		ges to the surface location or acc cussed at the onsite evaluation?	
• Is boı	nding still in place, which cov	ers this proposed well? 📵 Yes	Approved by the No Utah Division of Oil, Gas and Mining
Signature:	Danielle Piernot D a	ate: 5/19/2009	
_		ing: KERR-MCGEE OIL & GAS ONSH	OR Pate: May 19, 2009
			200 300

	STATE OF UTAH		FORM 9
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-38427		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposition bottom-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deeper igged wells, or to drill horizontal laterals.	n existing wells below current Use APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-15G
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047383150000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 9 720 929-6587 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2088 FNL 2064 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 15	(P, RANGE, MERIDIAN: Township: 10.0S Range: 23.0E Meridian:	: S	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
5/22/2009	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT	☐ DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
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SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	ertinent details including dates, depths, v	olumes, etc.
extension to this A	as Onshore, L.P. (Kerr-McGee PD for the maximum time all with any questions and/or cor	owed. Please contact the	Approved by the Utah Division of Oil, Gas and Mining
		D	ate: May 19, 2009
		В	y: Balyll
			4-5
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBEI 720 929-6156	R TITLE Regulatory Analyst	
SIGNATURE N/A		DATE 5/19/2009	



- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047383150000

API: 43047383150000 Well Name: BONANZA 1023-15G

Location: 2088 FNL 2064 FEL QTR SWNE SEC 15 TWNP 100S RNG 230E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 6/22/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

the informa require revi	tion as submitted in the previ sion. Following is a checklist	ously approved application to dr of some items related to the app	ill, remains válid and does not lication, which should be verified.
	ated on private land, has the december 1 to 1 t	ownership changed, if so, has the	e surface agreement been
	any wells been drilled in the v requirements for this locatio	vicinity of the proposed well which n? (a) Yes (a) No	ch would affect the spacing or
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	there been any changes to the the proposed location?	e access route including ownersl Yes 🌘 No	hip, or rightof- way, which could
• Has tl	he approved source of water f	for drilling changed? 📗 Yes 🌘) No
		ges to the surface location or acc cussed at the onsite evaluation?	
• Is boı	nding still in place, which cov	ers this proposed well? 📵 Yes	Approved by the No Utah Division of Oil, Gas and Mining
Signature:	Danielle Piernot D a	ate: 5/19/2009	
_		ing: KERR-MCGEE OIL & GAS ONSH	OR Pate: May 19, 2009
			200 300

	STATE OF UTAH		FORM 9
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-38427		
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen e igged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BONANZA 1023-15G
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047383150000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2088 FNL 2064 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 15	(P, RANGE, MERIDIAN: Township: 10.0S Range: 23.0E Meridian: S		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
Kerr-McGee Oil & Ga extension to this A	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION DMPLETED OPERATIONS. Clearly show all pertinas Onshore, L.P. (Kerr-McGee) PD for the maximum time allow with any questions and/or comi	respectfully requests an ved. Please contact the ments. Thank you.	CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL ✓ APD EXTENSION OTHER: Olumes, etc. Approved by the Utah Division of Oil, Gas and Mining ate: June 23, 2010 y:
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Danielle Piernot SIGNATURE	720 929-6156	Regulatory Analyst DATE	
N/A		6/17/2010	



- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047383150000

API: 43047383150000 Well Name: BONANZA 1023-15G

Location: 2088 FNL 2064 FEL QTR SWNE SEC 15 TWNP 100S RNG 230E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 6/22/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

	tion as submitted in t sion. Following is a cl							
	ated on private land, ed? 🦳 Yes 🌘 No		ership change	d, if so, has	the surfa	ice agree	ement been	
	any wells been drilled requirements for this				which wou	ıld affect	the spacing	or
	nere been any unit or s proposed well?			place that c	ould affec	t the per	mitting or op	eratio
	there been any chang the proposed locatio			luding own	ership, or	rightof-	way, which c	ould
• Has ti	ne approved source o	f water for d	rilling change	d? 📵 Yes	® No			
	there been any physi je in plans from what						ch will require No	e a
• Is bor	nding still in place, wl	nich covers t	his proposed	well? 🌘 🗅	Yes 🜘 l	No Utah	oved by the Division of as and Mini	f
	Danielle Piernot		6/17/2010					
Title:	Regulatory Analyst Re	presenting:	KERR-MCGEE	OIL & GAS O	NSHOR ₽ , at	.e: <u>Jυ</u>	ine 23, 2010	
		-			•	m d	Oll Ros	

Sig

By: Dodg

	STATE OF UTAH		FORM 9
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NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Danielle Piernot SIGNATURE	720 929-6156	Regulatory Analyst DATE	
N/A		6/17/2010	



- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047383150000

API: 43047383150000 Well Name: BONANZA 1023-15G

Location: 2088 FNL 2064 FEL QTR SWNE SEC 15 TWNP 100S RNG 230E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 6/22/2006

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	tion as submitted in t sion. Following is a cl							
	ated on private land, ed? 🦳 Yes 🌘 No		ership change	d, if so, has	the surfa	ice agree	ement been	
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	nere been any unit or s proposed well?			place that c	ould affec	t the per	mitting or op	eratio
	there been any chang the proposed locatio			luding own	ership, or	rightof-	way, which c	ould
• Has ti	ne approved source o	f water for d	rilling change	d? 📵 Yes	® No			
	there been any physi je in plans from what						ch will require No	e a
• Is bor	nding still in place, wl	nich covers t	his proposed	well? 🌘 🗅	Yes 🜘 l	No Utah	oved by the Division of as and Mini	f
	Danielle Piernot		6/17/2010					
Title:	Regulatory Analyst Re	presenting:	KERR-MCGEE	OIL & GAS O	NSHOR ₽ , at	.e: <u>Jυ</u>	ine 23, 2010	
		-			•	m d	Oll Ros	

Sig

By: Dodg

Sundry Number: 15146 API Well Number: 43047383150000

	STATE OF UTAH		FORM 9
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MININ	G	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-38427
SUND	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
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1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: BONANZA 1023-15G		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047383150000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	PHONE N treet, Suite 600, Denver, CO, 80217 3779	NUMBER: 720 929-6515 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2088 FNL 2064 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 15	IP, RANGE, MERIDIAN: Township: 10.0S Range: 23.0E Meridian: S		STATE: UTAH
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NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Gina Becker SIGNATURE	720 929-6086	Regulatory Analyst II DATE	
N/A		5/17/2011	

Sundry Number: 15146 API Well Number: 43047383150000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047383150000

API: 43047383150000 **Well Name:** BONANZA 1023-15G

Location: 2088 FNL 2064 FEL QTR SWNE SEC 15 TWNP 100S RNG 230E MER S

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Date Original Permit Issued: 6/22/2006

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 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Gina Becker **Date:** 5/17/2011

Title: Regulatory Analyst II **Representing:** KERR-MCGEE OIL & GAS ONSHORE, L.P.

United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



APR 1 3 2012

IN REPLY REFER TO: 3160 (UTG011)

Julie Jacobson Anadarko Petroleum Corporation Kerr McGee Oil & Gas Onshore LP 1099 18th Street, Suite 600 Denver, CO 80202

43 047 38315

Re:

Notice of Expiration

Well No. Bonanza 1023-15G SWNE, Sec. 15, T10S, R23E Uintah County, Utah

Uintah County, Utah Lease No. UTU-38427

Dear Ms. Jacobson:

The Application for Permit to Drill (APD) for the above-referenced well was approved on May 18, 2007. No extension request of the original APD was received. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jerry Kenczka

Assistant Field Manager Lands & Mineral Resources

cc: UDOGM

RECEIVED

MAY 0 2 2012

DIV OF OIL, GAS, & MINING



GREG BELL

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

June 14, 2012

Jenn Hawkins Anadarko Petroleum Corporation 1099 18th Street, Ste. 1800 Denver, CO 80202 43 047 38315 Bonanza 1023-15G 103 23E 15

Re:

APDs Rescinded for Anadarko Petroleum Corporation

Uintah County

Dear Ms. Hawkins:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective June 5, 2012.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

a was Helpson

cc:

Well File

Bureau of Land Management, Vernal



43-047-39314	NBU 612-23E
43-047-39317	NBU 610-23E
43-047-39318	NBU 609-23E
43-047-38173	FEDERAL 1021-24O
43-047-40121	HATCH 923-14K
43-047-40122	HATCH 923-24C
43-047-40123	HATCH 923-24E
43-047-38315	BONANZA 1023-15G
43-047-39418	NBU 441-12E
43-047-50519	HATCH 923-14M
43-047-37031	BONANZA 1023-14E
43-047-38746	LOVE 1121-8B
43-047-39797	NBU 606-35E
43-047-39855	NBU 659-01E
43-047-39857	NBU 440-01E
43-047-39859	NBU 652-06E
43-047-38925	NBU 1022-15N
43-047-39868	NBU 656-01E

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